

CITY OF NORFOLK, VIRGINIA

Exhibit E-1

**Enterprise Funds
Combining Balance Sheet
June 30, 2000**

with comparative totals for 1999

	Water Utility	Wastewater Utility	Parking Facilities	Totals	
				2000	1999
ASSETS					
Current:					
Cash and cash equivalents	\$ 25,260,721	\$ 1,787,549	\$ 2,689,991	\$ 29,738,261	\$ 34,794,384
Investments	24,406,948	-	3,998,030	28,404,978	23,772,370
Receivables:					
Accounts, net of allowance					
for uncollectible accounts	11,576,643	1,299,351	708,382	13,584,376	14,623,873
Unbilled accounts	1,022,093	521,007	-	1,543,100	1,582,894
Accrued investment income	152,376	28,156	-	180,532	275,433
Other receivables	196,747	-	-	196,747	3,903
Due from other funds	1,084,302	-	-	1,084,302	124,641
Due from Commonwealth of Virginia	-	-	-	-	3,000,000
Inventories	1,270,375	61,364	81,622	1,413,361	1,028,770
Other assets	259,369			259,369	264,358
Restricted cash equivalents	-	-	-	-	4,395,866
Restricted cash held in escrow	1,324,927	101,759	-	1,426,686	1,441,291
Restricted cash held with fiscal agent	5,756,360	-	2,144,242	7,900,602	7,493,714
Total current assets	<u>72,310,861</u>	<u>3,799,186</u>	<u>9,622,267</u>	<u>85,732,314</u>	<u>92,801,497</u>
Restricted investments	24,457,422	8,608,839	3,640,736	36,706,997	42,190,337
Fixed assets, net of					
accumulated depreciation	411,940,058	88,467,023	115,089,290	615,496,371	589,930,516
Other assets	1,087,928	-	-	1,087,928	1,347,297
Total assets	<u>\$ 509,796,269</u>	<u>\$ 100,875,048</u>	<u>\$ 128,352,293</u>	<u>\$ 739,023,610</u>	<u>\$ 726,269,647</u>

CITY OF NORFOLK, VIRGINIA
Enterprise Funds

Exhibit E-1
Continued

Water Utility	Wastewater Utility	Parking Facilities	2000	Totals	1999
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CITY OF NORFOLK, VIRGINIA

Exhibit E-2

Enterprise Funds

Combining Statement of Revenue, Expenses and Changes in Retained Earnings

For the Year Ended June 30, 2000

with comparative totals for 1999

	Water Utility	Wastewater Utility	Parking Facilities	Totals	
				2000	1999
Operating revenue:					
Net charges for services	\$ 59,729,090	\$ 12,591,819	\$ 15,449,410	\$ 87,770,319	\$ 93,238,992
Miscellaneous	2,150,392	85,262	-	2,235,654	3,194,074
Total operating revenue	<u>61,879,482</u>	<u>12,677,081</u>	<u>15,449,410</u>	<u>90,005,973</u>	<u>96,433,066</u>
Operating expenses:					
Personal services	8,700,588	2,559,880	4,668,626	15,929,094	14,189,699
Plant operations	5,580,079	1,066,792	666,750	7,313,621	5,478,212
Chemicals	1,583,713	27,102	-	1,610,815	1,584,911
Provision for bad debts	82,188	207,920	-	290,108	791,060
Depreciation	8,700,446	1,491,198	2,667,283	12,858,927	9,247,994
Administrative expenses	1,318,521	905,126	249,574	2,473,221	2,620,601
Other	11,702,733	851,676	35,356	12,589,765	11,807,315
Total operating expenses	<u>37,668,268</u>	<u>7,109,694</u>	<u>8,287,589</u>	<u>53,065,551</u>	<u>45,719,792</u>
Operating income	<u>24,211,214</u>	<u>5,567,387</u>	<u>7,161,821</u>	<u>36,940,422</u>	<u>50,713,274</u>
Non-operating revenue (expenses):					
Interest income, net of interest capitalized	2,576,840	160,762	371,565	3,109,167	2,140,299
Interest expense and fiscal charges	(14,298,822)	(1,481,795)	(4,133,402)	(19,914,019)	(15,830,117)
Intergovernmental revenue	-	-	-	-	3,000,000
Gain (loss) on sale or disposal of fixed assets	(922,311)	(6,080)	(2,014,528)	(2,942,919)	(4,634,818)
Contributions	-	-	-	-	-
Gain on sale of intangible asset	-	-	-	-	775,000
Unrealized gain/(loss) on investments	(287,443)	-	-	(287,443)	36,045
Total non-operating revenue (expenses)	<u>(12,931,736)</u>	<u>(1,327,113)</u>	<u>(5,776,365)</u>	<u>(20,035,214)</u>	<u>(14,513,591)</u>
Income before operating transfers	11,279,478	4,240,274	1,385,456	16,905,208	36,199,683
Operating transfers in	-	-	-	-	-
Operating transfers out	<u>(8,000,000)</u>	<u>(1,450,000)</u>	<u>-</u>	<u>(9,450,000)</u>	<u>(9,449,200)</u>
Net income	<u>3,279,478</u>	<u>2,790,274</u>	<u>1,385,456</u>	<u>7,455,208</u>	<u>26,750,483</u>
Retained earnings, beginning of year	<u>122,084,850</u>	<u>20,789,306</u>	<u>14,729,829</u>	<u>157,603,985</u>	<u>130,853,502</u>
Retained earnings, end of year	<u>\$ 125,364,328</u>	<u>\$ 23,579,580</u>	<u>\$ 16,115,285</u>	<u>\$ 165,059,193</u>	<u>\$ 157,603,985</u>

CITY OF NORFOLK, VIRGINIA

Exhibit E-3

**Enterprise Funds
Combining Statement of Cash Flows
For the Year Ended June 30, 2000
with comparative totals for 1999**

	Water Utility	Wastewater Utility	Parking Facilities	Totals 2000	1999
Cash flows from operating activities:					
Operating income	\$ 24,211,214	\$ 5,567,387	\$ 7,161,821	\$ 36,940,422	\$ 50,713,274
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	9,470,024	1,640,508	2,791,924	13,902,456	10,297,122
Provision for bad debts net of recoveries	(567,575)	(91,893)	-	(659,468)	723,514
Changes in assets and liabilities:					
(Increase) decrease in assets:					
Accounts receivable	1,600,630	163,337	(65,002)	1,698,965	(4,200,617)
Unbilled accounts receivable	2,842	36,952	-	39,794	760,441
Due from other funds	(959,848)	-	187	(959,661)	1,271,090
Other receivables	(192,844)	-	-	(192,844)	482,685
Inventories	(359,007)	(27,783)	2,199	(384,591)	(382,112)
Other assets/prepaid expenses	264,358	-	-	264,358	269,442
Increase (decrease) in liabilities:					
Vouchers payable	(1,935,542)	1,075,828	561,768	(297,946)	(6,426,609)
Accrued payroll	20,800	16,300	6,968	44,068	89,871
Due to other funds	(660,268)	889,305	(157,328)	71,709	(158,425)
Due to component units	-	-	-	-	(372,946)
Obligation for Employee's Retirement System	-	-	-	-	(474,300)
Other liabilities	62,974	33,855	(11,132)	85,697	(66,039)
Other long-term liabilities	1,516,250	-	-	1,516,250	(4,604,549)
Net cash provided by operating activities	<u>32,474,008</u>	<u>9,303,796</u>	<u>10,291,405</u>	<u>52,069,209</u>	<u>47,921,842</u>
Cash flows from non-capital financing activities:					
Operating transfers out	(8,000,000)	(1,450,000)	-	(9,450,000)	(9,449,200)
Intergovernmental revenue	-	-	3,000,000	3,000,000	-
Net cash provided by (used in) non-capital financing activities	<u>\$ (8,000,000)</u>	<u>\$ (1,450,000)</u>	<u>\$ 3,000,000</u>	<u>\$ (6,450,000)</u>	<u>\$ (9,449,200)</u>
Cash flows from capital and related financing activities:					
Acquisition of fixed assets	\$ (23,640,792)	\$ (5,778,899)	\$ (9,611,739)	\$ (39,031,430)	\$ (67,002,568)
Payment of bonds payable	(11,830,679)	(3,549,495)	(3,690,623)	(19,070,797)	(47,359,878)
Interest and bond service charges paid	(16,768,088)	(2,795,389)	(5,011,108)	(24,574,585)	(23,480,570)
Proceeds from sale of fixed assets	62,200	-	-	62,200	23,014
Proceeds from sale of intangible asset	-	-	-	-	775,000
Proceeds from the issuance of bonds	23,000,000	-	-	23,000,000	100,154,203
Payments on advances from City	-	-	(1,470,000)	(1,470,000)	(360,000)
Net cash provided by (used in) capital and related financing activities	<u>(29,177,359)</u>	<u>(12,123,783)</u>	<u>(19,783,470)</u>	<u>(61,084,612)</u>	<u>(37,250,799)</u>
Cash flows from investing activities:					
Sales of investments	28,894,663	1,742,583	6,534,138	37,171,384	117,526,040
Purchases of investments	(35,220,095)	-	(1,388,000)	(36,608,095)	(107,915,505)
Interest on investments	4,045,336	758,768	1,038,304	5,842,408	5,583,839
Net cash provided by (used in) investing activities	<u>(2,280,096)</u>	<u>2,501,351</u>	<u>6,184,442</u>	<u>6,405,697</u>	<u>15,194,374</u>

CITY OF NORFOLK, VIRGINIA

Exhibit E-4

Enterprise Funds

Combining Schedule of Changes in Contributed Capital**For the Year Ended June 30, 2000**

with comparative totals for 1999

	Water Utility	Wastewater Utility	Parking Facilities	Totals 2000	Totals 1999
Contributed capital, beginning of year	\$ 39,133,768	\$ 25,973,272	\$ 16,030,575	\$ 81,137,615	\$ 80,714,261
Net contributions from (to) customers, other funds and account groups	(400,998)	473,778	-	72,780	423,354
Contributed capital, end of year	\$ 38,732,770	\$ 26,447,050	\$ 16,030,575	\$ 81,210,395	\$ 81,137,615